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6 **IN THE UNITED STATES DISTRICT COURT**
7 **FOR THE DISTRICT OF ARIZONA**
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9 United States Securities and Exchange
Commission,

10 Plaintiff,

11 v.

12 Jeffrey Stebbins and Corbin Jones,

13 Defendants.
14

No. CV-13-00755-PHX-SRB

FINAL JUDGMENT AS TO
DEFENDANT CORBIN JONES

15 The Securities and Exchange Commission having filed a Complaint and Defendant
16 Corbin Jones (“Defendant” or “Jones”) having entered a general appearance; consented to
17 the Court’s jurisdiction over Defendant and the subject matter of this action; consented to
18 entry of this Final Judgment; waived findings of fact and conclusions of law; and waived
19 any right to appeal from this Final Judgment:

20 I.

21 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant Jones
22 is permanently restrained and enjoined from violating, directly or indirectly, Section 10(b)
23 of the Securities Exchange Act of 1934 (the “Exchange Act”) [15 U.S.C. § 78j(b)] and
24 Rule 10b-5 promulgated thereunder [17 C.F.R. § 240.10b-5], by using any means or
25 instrumentality of interstate commerce, or of the mails, or of any facility of any national
26 securities exchange, in connection with the purchase or sale of any security:

27 (a) to employ any device, scheme, or artifice to defraud;

28 (b) to make any untrue statement of a material fact or to omit to state a material fact

1 necessary in order to make the statements made, in the light of the circumstances under
2 which they were made, not misleading; or

3 (c) to engage in any act, practice, or course of business which operates or would operate
4 as a fraud or deceit upon any person.

5 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in
6 Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following
7 who receive actual notice of this Final Judgment by personal service or otherwise: (a)
8 Defendant's officers, agents, servants, employees, and attorneys; and (b) other persons in
9 active concert or participation with Defendant or with anyone described in (a).

10 II.

11 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
12 Defendant Jones is permanently restrained and enjoined from violating Section 17(a) of
13 the Securities Act of 1933 (the "Securities Act") [15 U.S.C. § 77q(a)] in the offer or sale
14 of any security by the use of any means or instruments of transportation or communication
15 in interstate commerce or by use of the mails, directly or indirectly:

16 (a) to employ any device, scheme, or artifice to defraud;

17 (b) to obtain money or property by means of any untrue statement of a material fact or
18 any omission of a material fact necessary in order to make the statements made, in light of
19 the circumstances under which they were made, not misleading; or

20 (c) to engage in any transaction, practice, or course of business which operates or would
21 operate as a fraud or deceit upon the purchaser.

22 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in
23 Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following
24 who receive actual notice of this Final Judgment by personal service or otherwise: (a)
25 Defendant's officers, agents, servants, employees, and attorneys; and (b) other persons in
26 active concert or participation with Defendant or with anyone described in (a).

27 III.

28 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant

1 Jones and his agents, servants, employees, attorneys, and all persons in active concert or
2 participation with them who receive actual notice of this Final Judgment by personal
3 service or otherwise are permanently restrained and enjoined from violating Section 15(a)
4 of the Exchange Act [15 U.S.C. § 78o(a)] by making use of the mails or any means or
5 instrumentality of interstate commerce to effect any transactions in, or to induce or attempt
6 to induce the purchase or sale of, any security (other than an exempted security or
7 commercial paper, bankers' acceptances, or commercial bills) without being registered as
8 a broker or dealer in accordance with Section 15(b) of the Exchange Act [15 U.S.C. §
9 78o(b)].

10 IV.

11 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant
12 Jones and his agents, servants, employees, attorneys, and all persons in active concert or
13 participation with them who receive actual notice of this Final Judgment by personal
14 service or otherwise are permanently restrained and enjoined from violating Section 13(d)
15 of the Exchange Act and Rules 13d-1 and 13d-2 thereunder [15 U.S.C. § 78m(d); 17 C.F.R.
16 §240.13d-1; 17 C.F.R. §240.13d-2] by failing to file with the SEC a statement of beneficial
17 ownership required by Section 13(d) of the Exchange Act.

18 V.

19 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant
20 Jones and his agents, servants, employees, attorneys, and all persons in active concert or
21 participation with them who receive actual notice of this Final Judgment by personal
22 service or otherwise are permanently restrained and enjoined from violating Section 16(a)
23 of the Exchange Act and Rule 16a-3 thereunder [15 U.S.C. § 78p(a); 17 C.F.R. §
24 240.16a-3] by failing to file with the SEC a statement of beneficial ownership required by
25 Section 16(a) of the Exchange Act.

26 VI.

27 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
28 Defendant Jones is permanently barred from participating in an offering of penny stock,

1 including engaging in activities with a broker, dealer, or issuer for purposes of issuing,
2 trading, or inducing or attempting to induce the purchase or sale of any penny stock. A
3 penny stock is any equity security that has a price of less than five dollars, except as
4 provided in Rule 3a51-1 under the Exchange Act [17 C.F.R. 240.3a51-1].

5 VII.

6 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant
7 Jones is liable for disgorgement of \$1,692,323.50, representing profits gained as a result of
8 the conduct alleged in the Complaint, together with prejudgment interest thereon in the
9 amount of \$323,567.81, jointly and severally with defendant Jeffrey Stebbins. Defendant
10 shall satisfy this obligation by paying \$2,015,891.31 to the Securities and Exchange
11 Commission within 14 days after entry of this Final Judgment.

12 Defendant may transmit payment electronically to the SEC, which will provide detailed
13 ACH transfer/Fedwire instructions upon request. Payment may also be made directly from
14 a bank account via Pay.gov through the SEC website at
15 <http://www.sec.gov/about/offices/ofm.htm>. Defendant may also pay by certified check,
16 bank cashier's check, or United States postal money order payable to the Securities and
17 Exchange Commission, which shall be delivered or mailed to

18 Enterprise Services Center

19 Accounts Receivable Branch

20 6500 South MacArthur Boulevard

21 Oklahoma City, OK 73169

22 and shall be accompanied by a letter identifying the case title, civil action number, and
23 name of this Court; Corbin Jones' name as a defendant in this action; and specifying that
24 payment is made pursuant to this Final Judgment.

25 Defendant shall simultaneously transmit photocopies of evidence of payment and
26 case identifying information to the SEC's counsel in this action. By making this payment,
27 Defendant relinquishes all legal and equitable right, title, and interest in such funds and no
28 part of the funds shall be returned to Defendant. The SEC shall send the funds paid

1 pursuant to this Final Judgment to the United States Treasury.

2 The SEC may enforce the Court's judgment for disgorgement, prejudgment interest,
3 and penalties by moving for civil contempt (and/or through other collection procedures
4 authorized by law) at any time after 14 days following entry of this Final Judgment.
5 Defendant shall pay post judgment interest on any delinquent amounts pursuant to 28
6 U.S.C. § 1961.

7 Amounts Defendant pays as disgorgement shall be credited against the restitution
8 ordered against Defendant in State of Arizona v. Jones, Case No. CR2015-001719-002
9 (Superior Court of Arizona, Maricopa County). Additionally, during any period in which
10 Defendant is required to make monthly restitution payments as a condition of his probation
11 in State of Arizona v. Jones, amounts that Defendant pays as restitution to the State of
12 Arizona shall be credited against the disgorgement ordered herein.

13 VIII.

14 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the SEC
15 has determined to forgo seeking a civil penalty against Defendant, and the claim for a civil
16 penalty against Defendant is hereby DISMISSED with prejudice.

17 IX.

18 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent is
19 incorporated herein with the same force and effect as if fully set forth herein, and that
20 Defendant shall comply with all of the undertakings and agreements set forth therein. The
21 SEC staff may make reasonable requests for further evidence of compliance, and
22 Defendant agrees to provide such evidence.

23 X.

24 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, for purposes of
25 exceptions to discharge set forth in Section 523 of the Bankruptcy Code, 11 U.S.C. §523,
26 the allegations in the complaint are true and admitted by Defendant, and further, any debt
27 for disgorgement, prejudgment interest, civil penalty or other amounts due by Defendant
28 under this Final Judgment or any other judgment, order, consent order, decree or settlement

1 agreement entered in connection with this proceeding, is a debt for the violation by
2 Defendant of the federal securities laws or any regulation or order issued under such laws,
3 as set forth in Section 523(a)(19) of the Bankruptcy Code, 11 U.S.C. §523(a)(19).

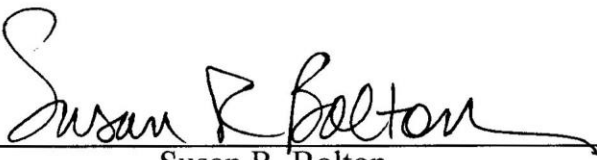
4 XI.

5 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court shall
6 retain jurisdiction of this matter for the purposes of enforcing the terms of this Final
7 Judgment.

8 XII.

9 There being no just reason for delay, pursuant to Rule 54(b) of the Federal Rules of
10 Civil Procedure, the Clerk is ordered to enter this Final Judgment forthwith and without
11 further notice.

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13 Dated this 24th day of September, 2020.

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18 Susan R. Bolton
United States District Judge